charges do not apply to a family that leases a manufactured home space in place. Utility allowances for manufactured home space must not cover costs payable by a family to cover the digging of a well or installation of a septic system.

PART 983—SECTION 8 PROJECT-BASED CERTIFICATE PROGRAM

Subpart A—General Information

Sec.

- 983.1Purpose and applicability.
- Additional definitions. 983.2
- 983.3 Information to be submitted to HUD by the HA concerning its plan to attach assistance to units.
- 983.4 HUD review of HA plans to attach assistance to units.
- 983.5 Physical condition standards; physical inspection requirements.
- 983.6 Site and neighborhood standards. 983.7 Eligible and ineligible properties and HA-owned units.
- 983.8 Rehabilitation: Minimum expenditure requirement.
- 983.9 Prohibition against new construction or rehabilitation with U.S. Housing Act of 1937 assistance and use of flexible subsidy; pledge of Agreement or HAP contract.
- 983.10 Displacement, relocation, and acquisition.
- 983.11 Other Federal requirements.
- 983.12 Program accounts and records.
- 983.13 Special housing types

Subpart B—Owner Application Submission to Agreement

- 983.51 HA unit selection policy, advertising,
- and owner application requirements. 983.52 Rehabilitation: Initial inspection and determination of unit eligibility
- 983.53 Rehabilitation: HUD field office review of applications.
- 983.54 Rehabilitation: Work write-ups.
- 983.55 New construction: HA evaluation and technical processing.
- 983.56 New construction: HUD field office review of applications.
- 983.57 New construction: Working drawings and specifications.

Subpart C—Agreement and New Construction or Rehabilitation Period

- 983.101 Agreement to enter into HAP contract, and contract rents in Agreement.
- 983.102 Owner selection of contractor.
- 983.103 New construction or rehabilitation
- period. 983.104 New construction or rehabilitation completion.

Subpart D—Housing Assistance Payments Contract

- 983.151 Housing assistance payments contract (HAP contract).
- 983.152 Reduction of number of units covered by HAP contract.

Subpart E-Management

- 983.201 Responsibilities of the HA.
- 983 202 Responsibilities of the owner.
- 983.203 Family participation.
- 983.204 Maintenance, operation and inspections.
- 983.205 Overcrowded and underoccupied units.
- 983.206 Assisted tenancy and termination of tenancy
- 983.207 Informal review or hearing.

Subpart F—Rent and Housing Assistance **Payment**

- 983.251 Applicability.
- Limits on initial rent to owner. 983.252
- 983.253 Initial rent: Who approves.
- 983.254 Annual adjustment of rent to owner.
- 983.255 Special adjustment of rent to owner.
- 983.256 Reasonable rent.
- 983.257 Other subsidy: Effect on rent to owner.
- 983.258 Rent to owner: Effect of rent control.
- 983.259 Correction of rent.
- 983.260 Housing assistance payment: Amount and distribution.
- 983.261 Family share: Family responsibility to pay.
- 983.262 Other fees and charges.

AUTHORITY: 42 U.S.C. 1437f and 3535(d).

SOURCE: 60 FR 34717, July 3, 1995, unless otherwise noted.

Subpart A—General Information

§ 983.1 Purpose and applicability.

- (a) This part 983 applies to the Section 8 Project-based Certificate (PBC) program, authorized under section 8(d)(2) of the 1937 Act (42 U.S.C. 1437f(d)(2)).
- (b)(1) Except as otherwise expressly modified or excluded by this part 983, provisions of 24 CFR part 982 apply to the PBC program.
- (2) The following provisions of 24 CFR part 982 do not apply to the PBC program:
- (i) Provisions on tenant-based assistance, on issuance or use of a voucher or certificate; and on portability;

- (ii) Provisions on voucher tenancy or over-FMR tenancy;
- (iii) In subpart D, §982.158(e) (retention of lease, HAP contract and family application);
- (iv) In subpart E, \$982.202(b)(3) (where family will live); \$982.204(d) (family size); \$982.205(a) (waiting lists);
- (v) Subpart G, except that the following provisions of subpart G are applicable to the PBC Program: §982.308 (lease); §982.311(a), (b), (c) and (d)(1) (when assistance is paid); §982.312 (absence from unit); and §982.313 (security deposit);
- (vi) Subpart H (where family can live and move):
- (vii) In subpart I, §982.402(a)(3), §982.402(c) and (d) (effect of family unit size—subsidy and size of unit); and §982.403 (termination of HAP contract when unit is too big or too small);
- (viii) In subpart J, §982.451(a), §982.451(b)(2) (term of HAP contract same as lease); §982.454 (termination of HAP contract because of insufficient funding); §982.455 (termination of HAP contract; termination notice);
- (ix) Subpart K, except that the following provisions of Subpart K are applicable to the PBC Program: §982.504 (for determination of the FMR/exception rent limit); §982.516 (family income and composition; regular and interim examinations), §982.517 (utility allowance schedule);
- (x) In subpart M, all provisions authorizing assistance for shared housing (including §982.615 through §982.618); or assistance for a family occupying a manufactured home (including §982.620 through §982.624).
- (3) This part does not apply to the voucher program, or to an over-FMR tenancy under the certificate program. Every tenancy assisted in the PBC program is a regular tenancy under the certificate program.

[63 FR 23870, Apr. 30, 1998]

§983.2 Additional definitions.

The following definitions apply to assistance subject to this part 983, in addition to the definitions in 24 CFR 982.4:

Agreement to enter into housing assistance payments contract ("Agreement"). A written agreement between the owner and the HA that, upon satisfactory

completion of the new construction or the rehabilitation in accordance with requirements specified in the Agreement, the HA will enter into a HAP contract with the owner.

15-percent limit. Fifteen percent of the total number of budgeted units for an HA's Section 8 certificate program.

Funding source. The ACC funding authority from which the HAP contract is to be funded. Each funding increment identified in the ACC is a separate, potential funding source.

Percent limit. The applicable maximum number of budgeted units for an HA's certificate program that may be project-based. (The applicable percent limit is either the 15-percent limit or the 30-percent limit.)

Project-based Certificate (PBC) program. A Section 8 program administered by an HA pursuant to 24 CFR part 983.

Repair or replacement of a major building system or component. The complete electrical rewiring of a unit; the installation of new plumbing supply or waste pipes in a unit; the installation of a new heating distribution system, including piping and ductwork, or the installation of a new boiler or furnace; the installation of a new roof; or the replacement or major repair of exterior structural elements which are essential to achieve a stable general condition with no threat of further deterioration.

State certified appraiser. Any individual who satisfies the requirements for certification as a certified general appraiser in a State that has adopted criteria that currently meet or exceed the minimum certification criteria issued by the Appraiser Qualifications Board of the Appraisal Foundation. The State criteria must include a requirement that the individual have achieved a satisfactory grade upon a State-administered examination consistent with and equivalent to the Uniform State Certification Examination issued or endorsed by the Appraiser Qualifications Board of the Appraisal Foundation. Furthermore, if the Appraisal Foundation has issued a finding that the policies, practices, or procedures of the state are inconsistent with the Financial Institutions Reform, Recovery, and Enforcement Act of 1989, an individual must comply with any